

UNITED STATES DEPARTMENT OF AGRICULTURE

Farm Service Agency
Washington, DC 20250

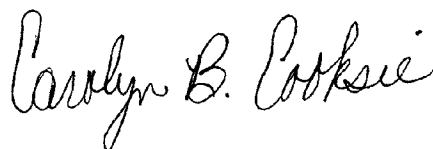
Notice FLP-59

1940-L

For: State and County Offices

Additional Farm Loan Funds in FY 1999

Approved by: Deputy Administrator, Farm Loan Programs



1 Overview

**A
Background**

The Emergency Supplemental Appropriations (Pub. L. 106-31) contained provisions allowing the movement of funds between FLP's. This authority is being used to transfer funds between select loan programs.

**B
Purpose**

This notice provides:

- clarification on loan programs affected
- information on disposition of loan funds.

**C
Contact**

Direct questions about this notice to LMD at 202-720-1472.

Disposal Date

October 1, 2000

Distribution

State Offices; State Offices relay to County
Offices

Notice FLP-59

2 FLP Funds

A Programs Impacted

Additional loan funds have been made available for the following loan programs:

- guaranteed unsubsidized operating
 - emergency.
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B Availability

The transfer of loan funds provides funds for obligation as follows:

- guaranteed unsubsidized operating - \$300 million
- emergency - \$32.8 million.

To facilitate the increased funding authority in the programs listed in this subparagraph, the allocation of direct farm ownership loan funds provided in the Emergency Supplemental Appropriations will be reduced by \$75 million.

State allocations of direct farm ownership loan funds **will not** be affected by this transfer. The reduction in direct farm ownership loan funds will be completed by use of National Reserve funds.

C Allocation of Funds

Loan funds in the guaranteed unsubsidized operating loan programs will be allocated to State Offices. Each State Office will receive the same percentage of supplemental funds as the State received of the initial FY 1999 allocation. A limited amount of funds will be retained in the National Reserve.

Emergency loans may be obligated as loans are approved in designated areas.

3 State Office Action

A

Making Requests State Offices may request guaranteed unsubsidized operating loan reserve funds after allotments are used. Additional loan funds may be requested by providing a dollar total of approved unfunded loans by category as follows:

- nonbeginning farmer
 - nonbeginning farmer SDA
 - beginning farmer
 - beginning farmer SDA.
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